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VIA ELECTRONIC FILING

Mr. Charles L.A. Terreni, Esquire
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

Re: Petition of Progress Energy Carolinas, Incorporated for an Accounting Order to Terminate the Accelerated Cost Recovery of Its Nuclear Generating Facilities

Docket No. 2008-374-E

Dear Mr. Terreni:

On September 30, 2008, Progress Energy Carolinas, Incorporated (Progress) filed a Petition for an Accounting Order to Terminate the Accelerated Cost Recovery of its Nuclear Generating Facilities.

The Office of Regulatory Staff (ORS) has reviewed the Petition and has no objection to the Company's request to terminate the accelerated cost recovery of its nuclear generating facilities. However, ORS's review of the Petition revealed Progress has previously depreciated \$76,775,000 of the five-year minimum amount of \$115 million. ORS respectfully requests the Public Service Commission not allow Progress to reverse the depreciation previously recorded.

Respectfully submitted,

Shealy Boland Reibold
Shealy Boland Reibold

cc: Len Anthony, Esquire